

TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE



FISCAL NOTE

HB 1912 - SB 2335

February 14, 2014

SUMMARY OF BILL: Requires a municipality or public authority to obtain approval from the county legislative body prior to submission of an application for the creation of a tourism development zone.

ESTIMATED FISCAL IMPACT:

Other Fiscal Impact – Any fiscal impact to local government is based on multiple unknown variables. Because any such impact will occur between local government entities, the net impact to local government is estimated to be not significant.

Assumptions:

- The provisions of the bill will not impact state government.
- Any vote required can be accomplished at a regularly scheduled meeting of the county legislative body.
- The provisions of the bill would require the municipality or public authority submitting the application for a tourism development zone to include a copy of the resolution adopted by the county legislative body approving submission of the application; it is estimated that providing a copy of such resolution would not result in any significant impact to local government expenditures.
- Pursuant to Tenn. Code Ann. § 7-88-103 and § 7-88-104, municipalities or public authorities operating a tourism development zone receive revenue dollars calculated from growth in collection of state and local sales and use taxes from all businesses located within the dedicated development zone.
- Due to multiple unknown variables such as, which municipalities will petition the county legislative body for such approval, how many counties will deny approval, and how the inability to apply for a tourism development zone will impact municipal or public authority revenues, a precise fiscal impact to local government cannot accurately be determined. However because any such impact is occurring between local government entities, the net impact to local government is estimated to be not significant.

CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink, appearing to read "Lucian D. Geise". The signature is fluid and cursive, with the first name "Lucian" written in a larger, more prominent script than the last name "Geise".

Lucian D. Geise, Executive Director

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